



Eastern European Fund

Symbol: EUROX CUSIP: 90330L-40-2 U.S. Global Investors Funds

August 2009

Fund Objective

The Eastern European Fund seeks long-term growth of capital by investing in the Eastern Europe region.

Portfolio Team

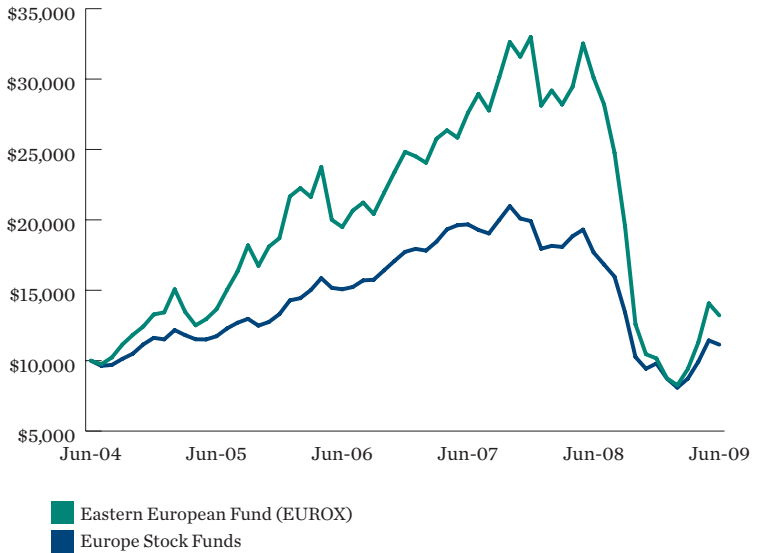
Frank Holmes, Chief Investment Officer
John Derrick, CFA
Tim Steinle, CFA
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Fund Strategy

The fund invests in dynamic companies in the Eastern European region including Russia, the Czech Republic, Hungary, Poland and other countries of the region.

The fund evaluates each of these countries' strengths based on currency rates, GDP growth, interest rates and political stability.

Eastern European Fund
Growth of \$10,000 from 06/01/2004 to 06/30/2009



The chart illustrates the performance of a hypothetical \$10,000 investment made in the fund during the depicted time frame, compared to its Morningstar category. Figures include reinvestment of capital gains and dividends, but the performance does not include the effect of any direct fees described in the fund's prospectus (e.g., short-term trading fees) which, if applicable, would lower your total returns.

Potential Risk/Reward



Average Annual Returns

	Average Annual						Expense Ratio		
	1-month	Year to Date	1-year	3-year	5-year	10-year	Since Inception (3/31/97)	Gross	Capped
Eastern European Fund (as of 6/30/09)	-6.06%	30.08%	-56.10%	-12.13%	5.73%	13.25%	10.40%	2.14%	--
MSCI EM Europe 10/40 Index (Net Total Return) ¹ (as of 6/30/09)	-7.04%	31.28%	-51.83%	-9.30%	9.64%	9.68%	n/a	n/a	n/a
Eastern European Fund (as of 8/31/09)	1.89%	47.27%	-39.58%	-10.99%	7.90%	14.51%	11.36%	2.14%	--
MSCI EM Europe 10/40 Index (Net Total Return) ¹ (as of 8/31/09)	4.79%	57.92%	-30.82%	-6.07%	13.12%	10.74%	n/a	n/a	n/a

Gross expense ratio as stated in the most recent prospectus. The Adviser for the Eastern European Fund has contractually limited total fund operating expenses (as a percentage of net assets) to not exceed 2.25% on an annualized basis through September 30, 2009. These contractual limitations, however, may be revised at any time by the funds' Board of Trustees. Performance data quoted above is historical. Past performance is no guarantee of future results. Results reflect the reinvestment of dividends and other earnings. Current performance may be higher or lower than the performance data quoted. The principal value and investment return of an investment will fluctuate so that your shares, when redeemed, may be worth more or less than their original cost. Performance does not include the effect of any direct fees described in the fund's prospectus (e.g., short-term trading fees of 2.00%) which, if applicable, would lower your total returns. Obtain performance data current to the most recent month-end at www.usfunds.com or 1-800-US-FUNDS. High double-digit returns are attributable, in part, to unusually favorable market conditions and may not be repeated or consistently achieved in the future.

Foreign and emerging market investing involves special risks such as currency fluctuation and less public disclosure, as well as economic and political risk. By investing in a specific geographic region, a regional fund's returns and share price may be more volatile than those of a less concentrated portfolio. The Eastern European Fund invests more than 25% of its investments in companies principally engaged in the oil & gas or banking industries. The risk of concentrating investments in this group of industries will make the fund more susceptible to risk in these industries than funds which do not concentrate their investments in an industry and may make the fund's performance more volatile.

Please consider carefully the fund's investment objectives, risks, charges and expenses. For this and other important information, obtain a fund prospectus by visiting www.usfunds.com or by calling 1-800-US-FUNDS (1-800-873-8637). Read it carefully before investing. Distributed by U.S. Global Brokerage, Inc.

Portfolio Statistics *as of 8/31/09*

Total Net Assets	\$405.0 Million
NAV	\$7.54
Beta	1.50
Sharpe Ratio	-0.15
Lipper Category	Emerging Markets

Top 10 Industries

as a percentage of net assets as of 8/31/09

Commercial Banks Non-US	19.09%
Oil Companies - Integrated	13.96%
Cellular Telecommunications	8.73%
Oil Companies - Exploration & Production	8.25%
Television	4.87%
Metal - Iron	4.52%
Electric - Generation	4.15%
Metal - Diversified	3.03%
Agricultural Chemicals	2.56%
Medical - Drugs	2.26%

Top 10 Equity Holdings² *as of 8/31/09*

Lukoil OAO	6.55%
Sberbank of Russian Federation	5.90%
Turkiye Garanti Bankasi AS	5.30%
Gazprom OAO	4.82%
Rosneft Oil Co	4.72%
Mobile Telesystems OJSC	4.25%
CEZ AS	4.15%
Novolipetsk Steel OJSC	2.92%
CTC Media Inc	2.81%
OTP Bank Plc	2.74%

Regional Breakdown *as a percentage of net assets*

(Country of incorporation) as of 8/31/09

Russia	49.33%
Turkey	14.17%
Poland	7.26%
Hungary	6.16%
Czech Republic	5.31%
Kazakhstan	1.85%
Netherlands	1.37%
Canada	0.58%
Jersey - Channel Islands	0.40%
Guernsey, Channel Islands	0.28%

★★★★ Morningstar 10-year RatingTM

Among 99, 99, 93, and 55 Europe Stock funds, the Eastern European Fund earned 3 stars, 1 star, 1 star and 4 stars for the overall, 3-, 5- and 10-year periods. Ratings are based on risk-adjusted return as of 6/30/09. The Overall Morningstar Rating for a fund is derived from a weighted-average of the performance figures associated with its 3-, 5- and 10-year (if applicable) Morningstar Rating. Past performance does not guarantee future results.

Fund Composition³

as a percentage of total investments as of 8/31/09

Equities	87.34%
Cash Equivalents	12.66%
Bonds	0.00%

¹The Morgan Stanley Capital International Emerging Markets Europe 10/40 Index (Net Total Return) is a free float-adjusted market capitalization index that is designed to measure equity performance in the emerging market countries of Europe (Czech Republic, Hungary, Poland, Russia, and Turkey). The index is calculated on a net return basis (i.e., reflects the minimum possible dividend reinvestment after deduction of the maximum rate withholding tax). The index is periodically rebalanced relative to the constituents' weights in the parent index. ²Portfolio holdings will change. ³Fund assets can include, but are not limited to, equities, bonds, cash, receivables, pre-paid expenses and other miscellaneous assets. Fund composition represents key components only and should not be considered a complete financial picture of a fund's assets. For each fund with at least a three-year history, Morningstar calculates a Morningstar RatingTM based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) There is no guarantee that the investment objectives will be met. Beta is a measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. Sharpe ratio is a measure of risk-adjusted performance calculated by subtracting the risk-free rate from the rate of return for a portfolio and dividing the result by the standard deviation of the portfolio returns. 09-600